

**MARION COUNTY WATER DISTRICT
1835 CAMPBELLSVILLE ROAD
P O BOX 528
LEBANON, KY 40033**

•
Telephone: 270-692-2004
Fax: 270-692-1010
TTY 1-800-648-6956 or 711

RECEIVED

MAR 21 2006

PUBLIC SERVICE
COMMISSION

March 20, 2006

Mr. Mike Burford
Director of Division Filings
Commonwealth of Kentucky
Public Service Commission
211 Sower Blvd.
PO Box 615
Frankfort, Kentucky 40602-0615

Re: Marion County Water District
Case No. 2006-00037
Filing Deficiencies

Dear Mr. Burford:

In response to the filing deficiencies dated February 3, 2006, we offer the following for the above case for the Marion County Water District:

1. In accordance with 807 KAR 5:011: Section 10(1)(b), please consider this the Intent to File for a Rate Application. In addition, please consider this a request to use an abbreviated form of the Notice to the Public of Change in Tariff which results in Increased Rates. Copies of the public notice (Attachment A) are enclosed. In addition, a copy of this notice is being filed with the Attorney General's Consumer Protection Division.
2. In accordance with 807 KAR 5:011: Section 10(1)(c), please be advised that the non-recurring charges at the time of our last rate increase were adequate, but since that time the District has risen to a level as shown on enclosed revised tariff. The District is not considering an increase to the current customer rates at this time, but the District must address the increase in the non-recurring charges.

Marion County Water District is an Equal Opportunity Provider and Employer

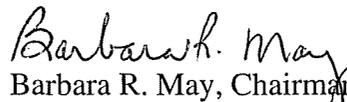
Complaints of discrimination should be sent to:
USDA, Director, Office of Civil Rights, Washington, D. C. 20240-9410

March 20, 2006
Page Two

3. In accordance with 807 KAR 5:011: Section 10(1)(d), please be advised that the non-recurring charges will effect all current customers and any proposed customers served by the District.
4. In accordance with 807 KAR 5:011: Section 10(1)(e), please find enclosed an income statement and balance sheet (Attachment B) from the District for a 12-month period ending December 31, 2005.
5. In accordance with 807 KAR 5:011: Section 10(2), See enclosed Absorption Test (Attachment C).

Should you have any questions or need additional information, please advise.

Sincerely,


Barbara R. May, Chairman
Marion County Water District

BRM/dsb

Enclosures

cc: Office of Attorney General
Consumer Protection Division
1024 Capital Center Drive
Frankfort, Kentucky 40601

Marion County Water District is an Equal Opportunity Provider and Employer
Complaints of discrimination should be sent to:
USDA, Director, Office of Civil Rights, Washington, D. C. 20240-9410

CERTIFICATE OF NOTICE TO THE PUBLIC
OF CHANGE IN TARIFF WHICH RESULTS IN
INCREASED RATES

RECEIVED

MAR 21 2006

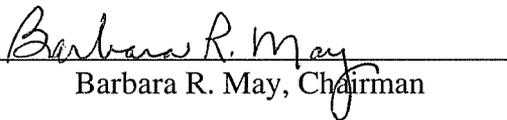
PUBLIC SERVICE
COMMISSION

To the Public Service Commission, Frankfort, Kentucky.

Pursuant to the Rules Governing Tariffs, I hereby certify that I am Chairman of the Marion County Water District a utility furnishing water service within the Commonwealth of Kentucky, which on the 20th day of March, 2006, issued its Revision of Original Sheet No. 1 and 14 P.S.C. KY No. 3 to become effective April 1, 2006, and that notice to the public of the issuing of the same is being given in all respects as required by Section 8 of said Regulation, as follows:

On the 20th day of March, 2006, the same was exhibited for public inspection at the offices and places of business of the Company in the territory affected thereby, to wit, at the following places: Marion County Water District, 1835 Campbellsville Road, Lebanon, Kentucky and that the same will be kept open to the public inspection at said offices and places of business in conformity with the requirements of Section 8 of said Regulation.

Given under my hand this the 20th of March, 2006.
Marion County Water District
1835 Campbellsville Road
Lebanon, Kentucky 40033.


Barbara R. May, Chairman

ATTACHMENT B

MARION COUNTY WATER DISTRICT
INCOME STATEMENT

FOR THE TWELVE PERIODS ENDED DECEMBER 31, 2005

	PERIOD TO DATE		YEAR TO DATE		
	ACTUAL	CURR BUDGET	ACTUAL	CURR BUDGET	ANNUAL BUDGT
REVENUE					
MERCH, JOBBING & CONTRACT WORK	1,664.34	166.63	18,576.12	2,000.00	2,000.00
COST-MERCH, JOB., CONTRACT	(8,912.28)		(8,912.28)		
INTEREST INCOME	5,027.69	708.37	17,331.97	8,500.00	8,500.00
MISC. NON-OPER, NON-UTILITY	2,036.98	2,000.00	23,522.36	24,000.00	24,000.00
GAIN FROM PROPERTY DISPOSAL			2,800.00		
METERED SALES-RESIDENTIAL	126,760.73	121,750.00	1,514,674.35	1,461,000.00	1,461,000.00
METERED SALES-COMMERCIAL	16,659.17	15,416.63	217,407.23	185,000.00	185,000.00
METER SALES-SCHOOLS	1,332.46	1,666.63	19,421.58	20,000.00	20,000.00
METER SALES-MULTI FAMILY DWELL	1,189.40	1,416.63	14,556.75	17,000.00	17,000.00
FORFEITED DISCOUNTS-PENALTIES	2,441.89	2,291.63	29,324.58	27,500.00	27,500.00
MISC SERVICE REVENUE	2,964.70	1,666.63	22,216.20	20,000.00	20,000.00
RENTS FROM WATER PROPERTY		250.00	16,800.00	3,000.00	3,000.00
TOTAL REVENUE	151,165.08	147,333.15	1,887,718.82	1,768,000.00	1,768,000.00
	151,165.08	147,333.15	1,887,718.82	1,768,000.00	1,768,000.00
OPERATING EXPENSES					
WAGES-TRANS & DIST, OPERATIONS	6,140.52	4,250.00	56,956.00	51,000.00	51,000.00
WAGES-TRANS & DIST-MAINTENANCE	3,212.22	3,791.63	41,815.54	45,500.00	45,500.00
WAGES - CUSTOMER ACCOUNTS	8,162.35	6,916.63	81,639.81	83,000.00	83,000.00
SALARIES-OFFICERS & DIRECTORS	2,177.50	2,333.37	29,131.24	28,000.00	28,000.00
EMPLOYEE BENEFITS-HEALTH INSUR	3,281.18	2,375.00	32,842.72	28,500.00	28,500.00
CNTY RETIRMT-EMPLOYER CONTRIB	2,380.69	1,416.63	20,559.74	17,000.00	17,000.00
PURCHASED WATER	74,941.55	78,166.63	959,570.89	938,000.00	938,000.00
PURCHASED POWER-T & D - OPER.	2,128.05	2,416.63	29,907.55	29,000.00	29,000.00
PURCHASED POWER - ADM & GEN	(29.26)	250.00	2,484.78	3,000.00	3,000.00
MATERIALS & SUPPLIES-T&D OPER	1,340.65	708.37	10,691.72	8,500.00	8,500.00
MATERIALS & SUPPLIES-T&D MAINT	2,491.44	2,083.37	25,071.86	25,000.00	25,000.00
MATERIALS & SUPPLIES-CUST ACCT	1,195.37	1,708.37	20,298.22	20,500.00	20,500.00
MATERIALS & SUPPLIES-ADM & GEN	485.96	1,333.37	16,509.92	16,000.00	16,000.00
CONTRACTUAL SERVICES - ENG.	5,000.00	316.63	5,000.00	3,800.00	3,800.00
CONTRACTUAL SERVICES - ACCT		458.37	4,885.00	5,500.00	5,500.00
CONTRACTUAL SERVICES - LEGAL					
CONTRACTUAL SERVICE-METER READ	4,992.76	5,000.00	59,675.88	60,000.00	60,000.00
DEPRECIATION EXPENSE	22,455.96	21,000.00	264,455.96	252,000.00	252,000.00
UTILITY REG ASSES FEE - PSC		250.00	2,835.77	3,000.00	3,000.00
PAYROLL TAXES	1,143.30	1,333.37	16,441.02	16,000.00	16,000.00
INTEREST ON LONG-TERM DEBT	48,902.00	8,150.37	97,804.00	97,804.00	97,804.00
INTEREST ON CUSTOMER DEPOSITS	173.11	20.87	237.63	250.00	250.00
INTEREST EXPENSE - OTHER					
TRANSPORTATION - T & D - OPER	1,370.34	1,083.37	14,501.11	13,000.00	13,000.00
TRANSPORTATION - T & D - MAINT	565.16	416.63	4,876.60	5,000.00	5,000.00
TRANSPORTATION - ADMIN & GEN		16.63	308.70	200.00	200.00
INSURANCE - VEHICLE	(568.50)	491.63	5,610.50	5,900.00	5,900.00
INSURANCE - GENERAL LIABILITY	10.97	375.00	4,159.57	4,500.00	4,500.00
INSURANCE - WORKMANS COMP	(367.50)	408.37	6,510.50	4,900.00	4,900.00
INSURANCE - BLDG, BOND	146.00	225.00	1,576.00	2,700.00	2,700.00

MARION COUNTY WATER DISTRICT
 INCOME STATEMENT

FOR THE TWELVE PERIODS ENDED DECEMBER 31, 2005

	PERIOD TO DATE		YEAR TO DATE		
	ACTUAL	CURR BUDGET	ACTUAL	CURR BUDGET	ANNUAL BUDGT
AMORTIZATION RATE CASE - PSC					
REGULATORY COMMISSION - OTHER					
BAD DEBT EXPENSE	(297.36)	370.00	3,002.54	4,440.00	4,440.00
MISC. EXPENSE - T & D - OPER					
MISC. EXPENSE - T & D - MAINT					
MISC. EXPENSE - CUSTOMER ACCT					
MISC. EXPENSE - GEN & ADM	1,729.69	183.37	3,890.10	2,200.00	2,200.00
TOTAL OPERATING EXPENSES	193,084.15	147,849.61	1,823,250.99	1,774,194.00	1,774,194.00
NET INCOME FROM OPERATIONS	(41,219.07)	(516.46)	64,467.83	(6,194.00)	(6,194.00)
EARNINGS BEFORE INCOME TAX	(41,919.07)	(516.46)	64,467.83	(6,194.00)	(6,194.00)
NET INCOME (LOSS)	(41,919.07)	(516.46)	64,467.83	(6,194.00)	(6,194.00)

LIABILITIES AND OTHER CREDITS AND CAPITAL

CURRENT LIABILITIES

ACCOUNTS PAYABLE	\$19,427.50
CUSTOMER DEPOSITS	15,796.34
ACCRUED UNEMPLOYMENT	610.06
FEDERAL TAX	1,796.05
FICA	2,988.82
KY WITHHOLDING	956.51
MARION CO OCCUPATIONAL TAX	523.46
KY SALES TAX	2,089.08
MARION CO SCHOOL TAX	4,002.46
NELSON CO SCHOOL TAX	375.24
SEWER TAX - BRADFORDSVILLE	4,145.89
SEWER TAX - LORETTO	32,599.59
GARBAGE TAX - BRADFORDSVILLE	1,070.80
GARBAGE TAX - MARION COUNTY	60,296.31
COUNTY RETIREMENT	3,285.90

TOTAL CURRENT LIABILITIES

149,964.09

LONG-TERM LIABILITIES

CONTR IN AID OF CONST - KY	734,000.00
CONTRI IN AID OF CONST-FEDERAL	3,080,550.00
CONTRI IN AID OF CONST - CUST	2,473,376.01
BOND ISSUE OF 1989	45,000.00
BOND ISSUE OF 1989	622,000.00
BOND ISSUE OF 1992 A	425,000.00
BOND ISSUE OF 1993	199,500.00
BOND ISSUE OF 1996	116,200.00
BOND ISSUE OF 1998	230,000.00
BOND ISSUE OF 2000	331,000.00

TOTAL LONG-TERM LIABILITIES

8,256,626.61

TOTAL LIABILITIES AND OTHER CREDITS

8,406,590.70

PROPRIETARY CAPITAL

APPROPRIATED RETAINED EARNINGS	836,668.23
UNAPPROPRIATED RET EARNINGS	520,352.54
RETAINED EARNINGS-CURRENT YEAR	64,467.83

TOTAL PROPRIETARY CAPITAL

1,421,488.60

TOTAL LIABILITIES AND OTHER CREDITS AND CAPITAL

\$9,828,079.30

ASSETS AND OTHER DEBITS

CURRENT ASSETS

OTHER INVESTMENTS - CD'S	\$359,371.75
SINKING FUND	86.07
RESERVE FUND	51,619.38
KIA-TDF 2005 ACCT	500.00
PETTY CASH	813.30
REVENUE ACCOUNT	709,252.33
OPERATION & MAINTENANCE	112,581.10
CUSTOMER ACCOUNTS RECEIVABLE	124,968.02
OTHER ACCOUNTS RECEIVABLE	1,764.17
RETURNED CHECKS	274.16
ACC PROV-UNCOLLECTIBLE ACCTS	(3,239.75)
PLANT MATERIALS & SUPPLIES	32,931.87
PREPAYMENTS	8,491.30
ACCRUED INTEREST RECEIVABLE	1,956.60

TOTAL CURRENT ASSETS

1,402,370.38

FIXED ASSETS

LAND & LAND RIGHTS	16,389.06
LAND GENERAL PLANT	4,400.00
BUILDING (MCWD OFFICE & SHOP)	103,847.67
PUMPING EQUIPMENT	201,909.07
WATER TREATMENT EQUIPMENT	3,238.79
DIST. RESERVOIRS & STANDPIPES	1,613,681.01
TRANSMISSION & DIST. MAINS	7,829,143.73
SERVICES	494,093.21
METERS & METER INSTALLATION	1,158,910.33
HYDRANTS	45,628.80
OFC FURNITURE/EQUIPMENT/FIXTUR	74,265.77
TRANSPORTATION EQUIPMENT	159,176.45
TOOLS, SHOP & GARAGE EQUIP.	21,356.61
LABORATORY EQUIPMENT	4,618.78
POWER OPERATED EQUIPMENT	64,671.63
COMMUNICATION EQUIPMENT	107,577.59
ACCUMULATED DEPRECIATION	(3,477,199.58)

TOTAL FIXED ASSETS

8,425,708.92

TOTAL ASSETS AND OTHER DEBITS

\$9,828,079.30

**MARION COUNTY WATER DISTRICT
1835 CAMPBELLSVILLE ROAD
PO BOX 528
LEBANON, KENTUCKY 40033**

ABSORPTION TEST for PROPOSED TARIFF REVISIONS

- Total revenues generated by all miscellaneous and non-recurring charges for 12-month period ending December 31, 2005 (See District Income and Balance Statement - Attachment B) **= \$22,216.20**
(Note: 5% increase would add \$1,110.81 for a total \$23,327.01).
- Average cost per non-recurring event based on current non-recurring charges. **= \$25.00/event**
- Average number of non-recurring events for 12-month period **= 889**
($\$22,216.20 / \$25.00 = 889$).
- Average cost per non-recurring event based on proposed non-recurring tariff revisions. **= \$55.00/event**
- Net income generated based on average non-recurring events and proposed tariff revisions ($\$55.00 * 889 = \$48,895$). **= \$48,895.00**
- The increase in net income: $\$48,895.00 - \$22,216.20$ **= \$26,678.80**
- Therefore, \$26,678.80 is greater than a 5% increase of \$1,110.81.
- The increase in net income distributed over 4,000 existing customers for the Marion County Water District would result in a \$0.56 rate increase to each customer per month ($\$26,678.80/4,000/12 = \0.56).

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. 1 _____

RATES AND CHARGES

CONSUMER RATES:

First 1,000 gallons used per month	\$10.11 minimum bill
Next 9,000 gallons used per month	\$ 3.53 per 1,000 gallons
Next 90,000 gallons used per month	\$ 2.99 per 1,000 gallons
All over 100,000 gallons used per month	\$ 2.88 per 1,000 gallons

MINIMUM MONTHLY CHARGE:

5/8 x 3/4 Inch Meter	\$10.11
1 Inch Meter	\$17.81
2 Inch Meter	\$26.17

METER CONNECTIONS:

CHARGE

5/8 x 3/4 Inch Meter	\$500.00
All Larger Meters	Actual Cost

Fire Hydrants (Non-Metered 6 Inch Connect)	\$7.50 per month
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DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara May _____

TITLE MADAM CHAIR _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. 1 _____

RATES AND CHARGES

NON-RECURRING CHARGES:

Connection/Turn On Charge	\$35.00
Connection/Turn On Charge After Hours	\$80.00*
Reconnection Fee	\$35.00
Reconnection Fee After Hours	\$85.00*
Field Collection Charge	\$35.00
Meter Reading Recheck Fee	\$35.00
Meter Test Request	\$80.00
Returned Check Fee	\$25.00
After Due Date Penalty Charge	Ten Percent (10%)
Broken Meter Lock Fee	\$60.00
Meter Valve Replacement	\$70.00
Meter Relocation Charge	Actual Cost
Service Call/Investigation	\$35.00
Service Call/Investigation (After Hours)	\$80.00*

*NOTE - Regular working hours for the utility's maintenance staff is 8:00 a.m. to 4:30 p.m., Monday through Friday, excluding holidays and weekends. Upon customer request, and subject to availability of maintenance staff, services may be performed outside regular working hours at the after hours rate.

DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara R. May _____

TITLE MADAM CHAIR _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. _____ 14

RULES AND REGULATIONS

NON-RECURRING CHARGES:

1. The utility will collect for non-recurring charges to recover customer specific costs incurred, which would otherwise result in monetary loss to the utility or increased rates to other customers to whom no benefits accrue from the service provided or action taken. The utility may establish or change any non-recurring charge by applying for Public Service Commission approval of such charge in accordance with the provisions of 807 KAR 5:011, Section 10.
2. Non-recurring charges will be applied uniformly throughout the area served by the utility. Such charges will relate directly to the service performed or action taken and only yield enough revenue to pay the expenses incurred in rendering the service.
3. The utility will assess a charge for the following non-recurring services:
 - a. Connection/Turn-on Charge: Will be assessed for new service turn-ons, seasonal turn-ons, temporary service, or transfer of service. The charge will not be made for initial installation of service where a meter connection/tap-on charge is applicable.
 - b. Reconnection Fee: Will be assessed to reconnect service that has been terminated for non-payment of service or for violation of utility or Public Service Commission rules and regulations.
 - c. Field Collection Charge: Will be assessed when a utility representative visits the premises of the service connection to terminate service, and the customer is on-site and pays the bill to avoid termination of service. This fee may only be charged once per billing period.

DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara R. May

TITLE MADAM CHAIR

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. _____ 14

RULES AND REGULATIONS

NON-RECURRING CHARGES <CONTINUED>

- d. Meter Reading Recheck Fee: Will be assessed when a customer requests the utility to re-read the customer's meter and the re-read proves that the original meter reading was correct.
- e. Meter Test Request: Will be assessed when a customer requests the utility perform a test on the customer's meter to check for accuracy, and the test shows the customer's meter is not more than two percent (2%) fast.
- f. Returned Check Fee: Will be assessed when a customer's check/bank draft is returned, either due to insufficient funds or other reason due to customer fault.
- g. After Due Date Penalty Charge: Will be assessed on the delinquent amount of the bill, less taxes.
- h. Broken Meter Lock Fee: Will be assessed when a utility customer tampers with lock or locking device.
- i. Meter Valve Replacement Charge: Will be assessed when a utility customer damages or breaks due to misuse or vandalism.
- j. Meter Relocation Charge: Will be assessed when a customer or other authorized person requests that a meter be relocated, changed, or modified. Those requesting a change must reimburse the utility for the actual costs incurred, including but not limited to appropriate legal, administrative, engineering, overhead, or other related costs.

DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara R. May _____

TITLE MADAM CHAIR _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

For Marion County and
Southern Portion of Nelson County

P.S.C. KY. NO. _____

_____ SHEET NO. _____

Marion County Water District

CANCELLING P.S.C. KY. NO.

_____ SHEET NO. 14 _____

RULES AND REGULATIONS

NON-RECURRING CHARGES <CONTINUED>

- k. Service Call Investigation Charge: Will be assessed when a customer requests the onsite presence of utility personnel to investigate a service problem, and the problem is a result of the customer's own plumbing facilities, beyond the utility's delivery point, or not caused by failure of utility facilities. Any maintenance and repair of facilities beyond the utility's delivery point is the responsibility of the customer.

DATE OF ISSUE _____

DATE EFFECTIVE _____

ISSUED BY Barbara R. May _____

TITLE MADAM CHAIR _____

BY AUTHORITY OF ORDER OF THE PUBLIC SERVICE COMMISSION

IN CASE NO. _____ DATED _____

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: CONNECTION/TURN-ON CHARGE

1. Field Expense:

A. Materials (Itemize)

	\$ 0
	0
	0

B. Labor (Time and Wage)

1 HR. @ \$22.00	22.00
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Total Field Expense \$ 22.00

2. Clerical and Office Expense

A. Supplies	\$ 1.00
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B. Labor	5.50
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Total Clerical and Office Expense \$ 6.50

3. Miscellaneous Expense

A. Transportation	\$ 6.50
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B. Other (Itemize)

	0
	0
	0

Total Miscellaneous Expense \$ 6.50

Total Nonrecurring Charge Expense \$ 35.00

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: RECONNECTION FEE AFTER HOURS

1. Field Expense:

A. Materials (Itemize)

_____	\$ <u>0</u>
_____	<u>0</u>
_____	<u>0</u>

B. Labor (Time and Wage)

<u>2 HRS. O.T. @ \$33.00</u>	<u>66.00</u>
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Total Field Expense **\$ 66.00**

2. Clerical and Office Expense

A. Supplies \$ 1.00

B. Labor 11.50

Total Clerical and Office Expense **\$ 12.50**

3. Miscellaneous Expense

A. Transportation \$ 6.50

B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense **\$ 6.50**

Total Nonrecurring Charge Expense **\$ 85.00**

NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: BROKEN METER LOCK FEE

1. Field Expense:

A. Materials (Itemize)

<u>LOCK</u>	<u>\$ 6.50</u>
<u>JONES LOCKING DEVICE</u>	<u>25.00</u>
_____	_____

B. Labor (Time and Wage)

<u>1 HR. @ \$22.00</u>	<u>22.00</u>
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Total Field Expense	<u>\$ 53.50</u>
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2. Clerical and Office Expense

A. Supplies	<u>\$ 0</u>
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B. Labor	<u>0</u>
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Total Clerical and Office Expense	<u>\$ 0</u>
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3. Miscellaneous Expense

A. Transportation	<u>\$ 6.50</u>
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B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense	<u>\$ 6.50</u>
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Total Nonrecurring Charge Expense	<u>\$ 60.00</u>
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NONRECURRING CHARGE COST JUSTIFICATION

Type of Charge: METER VALVE REPLACEMENT

1. Field Expense:

A. Materials (Itemize)

<u>5/8 X 3/4 METER VALVE</u>	<u>\$ 13.50</u>
_____	_____
_____	_____

B. Labor (Time and Wage)

<u>2 HRS. @ \$22.00</u>	<u>44.00</u>
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Total Field Expense	\$ <u>57.50</u>
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2. Clerical and Office Expense

A. Supplies	<u>\$ 1.00</u>
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B. Labor	<u>5.00</u>
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Total Clerical and Office Expense	\$ <u>6.00</u>
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3. Miscellaneous Expense

A. Transportation	<u>\$ 6.50</u>
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B. Other (Itemize)

_____	<u>0</u>
_____	<u>0</u>
_____	<u>0</u>

Total Miscellaneous Expense	\$ <u>6.50</u>
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Total Nonrecurring Charge Expense	\$ <u>70.00</u>
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MARION COUNTY WATER DISTRICT

RATE CHARGE FOR LABOR

OPERATION EMPLOYEES

HOURLY WAGE

JIMMY MUDD	\$15.25
DARREL BALARD	\$10.75
GABRIEL KELTY	<u>\$ 9.50</u>
TOTAL	\$35.50

AVERAGE HOURLY WAGE \$11.83

TAXES/BENEFITS

PERCENTAGE

PAYROLL TAXES	10.00%
RETIREMENT	8.48%
WORKERS COMP	<u>4.02%</u>
TOTAL	22.50%

AVERAGE HOURLY WAGE X TAXES/BENEFITS % \$12.00 X 22.5% = \$2.70

AVERAGE HOURLY WAGE ÷ TAXES/BENEFITS % TOTAL \$12.00 ÷ \$2.70 = \$14.70

AVERAGE HOURLY WAGE ÷ TAXES/BENEFITS % TOTAL X 1.5 FACTOR \$14.70 X 1.5 = \$22.05

RECOMMENDED RATE CHARGE FOR LABOR \$22.05 PER HOUR

RATE CHARGE FOR TRANSPORTATION

AVERAGE MILES BASED ON TEN SERVICE TRIPS = 13.4 MILES X \$.485 (FEDERAL RATE P/MILE) = \$6.50